

**LEGISLATIVE SERVICES AGENCY
OFFICE OF FISCAL AND MANAGEMENT ANALYSIS**

200 W. Washington, Suite 301
Indianapolis, IN 46204
(317) 233-0696
<http://www.in.gov/legislative>

FISCAL IMPACT STATEMENT

LS 7425

BILL NUMBER: HB 1356

NOTE PREPARED: Jan 3, 2005

BILL AMENDED:

SUBJECT: Subcontractor liens.

FIRST AUTHOR: Rep. Brown C

FIRST SPONSOR:

BILL STATUS: As Introduced

FUNDS AFFECTED: **GENERAL
DEDICATED
FEDERAL**

IMPACT: No Fiscal Impact

Summary of Legislation: This bill provides that a subcontractor must provide notice of lien rights to a homeowner or the builder of a new home not later than five business days after the labor is performed. This bill also provides that a contractor must pay all subcontractors within five business days after receiving payment from a homeowner or builder. This bill provides that a builder must disclose to a purchaser all subcontractors used in new home construction. This bill also requires a contractor to provide notice to all subcontractors when the contractor has been paid by a homeowner or builder.

Effective Date: July 1, 2005.

Explanation of State Expenditures:

Explanation of State Revenues:

Explanation of Local Expenditures:

Explanation of Local Revenues:

State Agencies Affected:

Local Agencies Affected:

Information Sources:

Fiscal Analyst: Adam Brown, 317-232-9854.